

**SENATE SUBSTITUTE FOR
HOUSE BILL NO. 4329**

A bill to make, supplement, and adjust appropriations for various state departments and agencies for the fiscal year ending September 30, 2017; and to provide for the expenditure of the appropriations.

THE PEOPLE OF THE STATE OF MICHIGAN ENACT:

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PART 1

LINE-ITEM APPROPRIATIONS

Sec. 101. There is appropriated for the various state departments and agencies to supplement appropriations for the fiscal year ending September 30, 2017, from the following funds:

APPROPRIATION SUMMARY

| | |
|------------------------------------------------------|----------------|
| GROSS APPROPRIATION..... | \$ 106,000,000 |
| Interdepartmental grant revenues: | |
| Total interdepartmental grants and intradepartmental | |

| | | | |
|---|--------------------------------------------|----|-------------|
| 1 | transfers | | 0 |
| 2 | ADJUSTED GROSS APPROPRIATION..... | \$ | 106,000,000 |
| 3 | Federal revenues: | | |
| 4 | Total federal revenues..... | | 100,000,000 |
| 5 | Special revenue funds: | | |
| 6 | Total local revenues..... | | 0 |
| 7 | Total private revenues..... | | 0 |
| 8 | Total other state restricted revenues..... | | 5,000,000 |
| 9 | State general fund/general purpose..... | \$ | 1,000,000 |

10 **Sec. 102. DEPARTMENT OF ENVIRONMENTAL QUALITY**

11 **(1) APPROPRIATION SUMMARY**

| | | | |
|----|------------------------------------------------------|----|-------------|
| 12 | GROSS APPROPRIATION..... | \$ | 100,000,000 |
| 13 | Interdepartmental grant revenues: | | |
| 14 | Total interdepartmental grants and intradepartmental | | |
| 15 | transfers | | 0 |
| 16 | ADJUSTED GROSS APPROPRIATION..... | \$ | 100,000,000 |
| 17 | Federal revenues: | | |
| 18 | Total federal revenues..... | | 100,000,000 |
| 19 | Special revenue funds: | | |
| 20 | Total local revenues..... | | 0 |
| 21 | Total private revenues..... | | 0 |
| 22 | Total other state restricted revenues..... | | 0 |
| 23 | State general fund/general purpose..... | \$ | 0 |

24 **(2) ONE-TIME BASIS ONLY APPROPRIATION**

| | | | |
|----|--------------------------------------------------------|----|--------------------|
| 25 | Water infrastructure improvements for the nation act . | \$ | <u>100,000,000</u> |
| 26 | GROSS APPROPRIATION..... | \$ | 100,000,000 |

1 Appropriated from:
 2 Federal revenues:
 3 Federal funds..... 100,000,000
 4 State general fund/general purpose..... \$ 0

5 **Sec. 103. LEGISLATURE**

6 **(1) APPROPRIATION SUMMARY**

7 GROSS APPROPRIATION..... \$ 1,000,000
 8 Interdepartmental grant revenues:
 9 Total interdepartmental grants and intradepartmental
 10 transfers 0
 11 ADJUSTED GROSS APPROPRIATION..... \$ 1,000,000

12 Federal revenues:
 13 Total federal revenues..... 0
 14 Special revenue funds:
 15 Total local revenues..... 0
 16 Total private revenues..... 0
 17 Total other state restricted revenues..... 0
 18 State general fund/general purpose..... \$ 1,000,000

19 **(2) STATE CAPITOL HISTORIC SITE**

20 General operations..... \$ 1,000,000
 21 GROSS APPROPRIATION..... \$ 1,000,000
 22 Appropriated from:
 23 State general fund/general purpose..... \$ 1,000,000

24 **Sec. 104. DEPARTMENT OF TECHNOLOGY, MANAGEMENT, AND BUDGET**

25 **(1) APPROPRIATION SUMMARY**

| | | | |
|----|------------------------------------------------------|----|------------------|
| 1 | GROSS APPROPRIATION..... | \$ | 5,000,000 |
| 2 | Interdepartmental grant revenues: | | |
| 3 | Total interdepartmental grants and intradepartmental | | |
| 4 | transfers | | 0 |
| 5 | ADJUSTED GROSS APPROPRIATION..... | \$ | 5,000,000 |
| 6 | Federal revenues: | | |
| 7 | Total federal revenues..... | | 0 |
| 8 | Special revenue funds: | | |
| 9 | Total local revenues..... | | 0 |
| 10 | Total private revenues..... | | 0 |
| 11 | Total other state restricted revenues..... | | 5,000,000 |
| 12 | State general fund/general purpose..... | \$ | 0 |
| 13 | (2) SPECIAL PROGRAMS | | |
| 14 | Sinkhole declaration of emergency..... | \$ | <u>5,000,000</u> |
| 15 | GROSS APPROPRIATION..... | \$ | 5,000,000 |
| 16 | Appropriated from: | | |
| 17 | Special revenue funds: | | |
| 18 | Michigan infrastructure fund..... | | 5,000,000 |
| 19 | State general fund/general purpose..... | \$ | 0 |

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PART 2

21

PROVISIONS CONCERNING APPROPRIATIONS

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GENERAL SECTIONS

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Sec. 201. In accordance with the provisions of section 30 of article IX of the state constitution of 1963, total state spending from state resources in this appropriation act for the fiscal year

1 ending September 30, 2017 is \$6,000,000.00 and state appropriations
2 paid to local units of government are \$5,000,000.00.

3 Sec. 202. The appropriations made and expenditures authorized
4 under this act and the departments, commissions, boards, offices,
5 and programs for which appropriations are made under this act are
6 subject to the management and budget act, 1984 PA 431, MCL 18.1101
7 to 18.1594.

8 ENVIRONMENTAL QUALITY

9 Sec. 301. The unexpended funds appropriated in part 1 for the
10 water infrastructure improvements for the nation act program are
11 considered work project appropriations, and any unencumbered or
12 unallotted funds are carried forward into the succeeding fiscal
13 year. The following is in compliance with section 451a(1) of the
14 management and budget act, 1984 PA 431, MCL 18.1451a:

15 (a) The purpose of the projects to be carried forward is to
16 provide water infrastructure improvements.

17 (b) The projects will be accomplished by contract.

18 (c) The total estimated cost of all projects is
19 \$100,000,000.00.

20 (d) The tentative completion date is September 30, 2021.

21 Sec. 302. From the funds appropriated in part 1, the
22 department shall provide quarterly reports to the speaker of the
23 house, the house minority leader, the senate majority leader, the
24 senate minority leader, and the house and senate fiscal agencies on
25 the expenditures from the \$100,000,000.00 in federal funds for the
26 water infrastructure improvements for the nation act program. The

1 reports shall be submitted by June 15, September 15, December 15,
2 and March 15, for each fiscal year during which the funds are
3 expended. Each quarterly report shall include, but is not limited
4 to, all of the following:

5 (a) The total amount of funds spent each quarter.

6 (b) The specific purpose or purposes for which the funds were
7 spent.

8 (c) The number of structures that had lead service lines
9 replaced and the average cost per replacement.

10 (d) An estimate of the amount of time remaining for project
11 completion.

12 (e) An estimate of the unexpended amount of total water
13 infrastructure improvements for the nation act appropriations and
14 state matching dollars that are still available.

15 **LEGISLATURE**

16 Sec. 401. The funds appropriated in part 1 for the State
17 Capitol Historic Site shall be used to reimburse the senate and
18 house of representatives for a transfer that was used for Capitol
19 improvements.

20 **TECHNOLOGY, MANAGEMENT, AND BUDGET**

21 Sec. 501. (1) From the funds appropriated in part 1 for the
22 sinkhole declaration of emergency, the department of technology,
23 management, and budget, in consultation with the county named in
24 the declaration of emergency issued on January 6, 2017, shall issue
25 a loan of not more than \$5,000,000.00 to the county named in the

1 declaration of emergency. These funds shall support emergency long-
2 term bypass pumping, which includes, but is not limited to,
3 electrical, piping, road crossings, and traffic control.

4 (2) Funding, described in subsection (1), shall be expended to
5 protect public health, safety, and property, including protection
6 of the Great Lakes, and to lessen or avert the threat of more
7 severe and long-lasting impact to the community and its water
8 environment.

9 Sec. 502. (1) Funds appropriated in part 1 for the sinkhole
10 declaration of emergency shall be expended only upon execution of a
11 repayment agreement between the department of technology,
12 management, and budget, and the county named in the declaration
13 that will receive the funds as outlined in subsection (2).

14 (2) Subject to subsection (3), the repayment agreement shall
15 stipulate the amount and frequency of payments required during the
16 repayment period. Payments received under this subsection shall be
17 credited to the Michigan infrastructure fund established under
18 section 360 of the management and budget act, 1984 PA 431, MCL
19 18.1360.

20 (3) If the county receiving funds described in subsection (1)
21 fails to remit payments as described in subsection (2), then the
22 county shall have withheld from them any payment that county is
23 eligible to receive under the Glenn Steil state revenue sharing act
24 of 1971, 1971 PA 140, MCL 141.901 to 141.921, in an amount
25 equivalent to any delinquent payments due on the loan.

26 (4) As used in this section, "repayment period" means the 5-
27 year state fiscal period beginning on October 1, 2017, through the

1 state fiscal year ending on September 30, 2022.